

1 BEFORE THE ARIZONA CORPORATION COMMISSION **BOB STUMP** 2 Chairman Arizona Corporation Commission **GARY PIERCE** 3 DOCKETED Commissioner **BRENDA BURNS** 4 MAY 2 3 2014 Commissioner **BOB BURNS** 5 **DOCKETED BY** Commissioner SUSAN BITTER SMITH Commissioner 7 8 IN THE MATTER OF THE APPLICATION ) DOCKET NO. T-20752A-14-0067 OF DISHNET WIRELINE L.L.C. FOR 9 APPROVAL FOR RESCISSION OF BOND REQUIREMENT CONTAINED IN **ORDER** 10 DECISION NO. 72496. 11 12 13 Open Meeting 14 May 13 and 14, 2014 Phoenix, Arizona 15 BY THE COMMISSION: 16 17 **FINDINGS OF FACT** 18 On February 27, 2014, dishNET Wireline, L.L.C. ("dishNET" or "Applicant") submitted 19 an Application requesting an order rescinding the \$135,000 performance bond or irrevocable sight draft letter of credit ("ISDLOC") requirement contained in Decision No. 72496 (July 25, 2011). 20 In its Application, dishNET states it provides local and long distance telecommunications 21 services, broadband internet access and satellite television services to residential customers in Arizona. 22 23 dishNET's Arizona Corporation Commission ("ACC" or "Commission") Tariff No. 3, Original Sheet No. 42 indicates it does not require advance payments and deposits from its customers. 24 25 Background 26 On July 25, 2011, in Decision No. 72496, the Commission granted dishNET a Certificate of Convenience and Necessity to provide resold long distance and resold and facilities-based local 27

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exchange telecommunications services within the State of Arizona, provided dishNET complies with conditions outlined in the Decision.

# dishNET's Application

- 5. In its Application to eliminate the performance bond or ISDLOC requirement, dishNet cites Arizona Administrative Code ("A.A.C.") R14-2-1105(d), which states that "[i]n appropriate circumstances, the Commission may require, as a precondition to certification, the procurement of a performance bond sufficient to cover any advances or deposits the telecommunications company may collect from its customers, or order that such advances or deposits be held in escrow or trust."
- 6. dishNET has maintained a performance bond for \$135,000 on file with the Commission since the issuance of Decision No. 72496 and the current performance bond is scheduled to autorenew on May 12, 2014. As outlined in the performance bond, it can be cancelled upon request made by dishNET to the Surety with 30 days' notice to the ACC.

# Complaints and Compliance

The Consumer Services Section of the Utilities Division reports that there have been no complaints, inquiries, or opinions about dishNET Wireline, L.L.C. for the period of January 1, 2011 to March 7, 2014. According to the Corporations Division, dishNET is in good standing. Compliance Section reports that dishNET is in compliance.

### **Staff Recommendations**

- 8. The Commission has, in appropriate circumstances, relieved telecommunications providers of the obligation to maintain a performance bond or ISDLOC.
- 9. Staff recommends that dishNET Wireline, L.L.C. be allowed to cancel its \$135,000 performance bond.

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facilities-based local exchange telecommunications services within the State of Arizona. 11. dishNet has communicated to Staff that upon upon approval of this Application, the performance bond should be returned to the following name and address:

> William P. Hunt Director, Regulatory dishNET Wireline, L.L.C. 9601 S. Meridian Blvd Englewood, CO 80112

# **CONCLUSIONS OF LAW**

- 1. dishNET Wireline, L.L.C. is a public service corporation within the meaning of Article XV of the Arizona Constitution.
- 2. The Commission has jurisdiction over dishNET Wireline, L.L.C. and the subject matter in this filing.
- 3. The Commission, having reviewed the filing and Staff's Memorandum dated April 11, 2014, concludes that it is in the public interest to approve the dishNET Wireline, L.L.C. Application as proposed and discussed herein.

#### ORDER

IT IS THEREFORE ORDERED that the Application of dishNET Wireline, L.L.C. to terminate the bond requirement established in Decision No. 72496, be and hereby is approved.

IT IS FURTHER ORDERED that dishNET Wireline, L.L.C. may cancel, rescind, discontinue and be released from any performance bond, irrevocable sight draft letter of credit or other instrument obtained in compliance with the \$135,000 performance bond or irrevocable sight draft letter of credit requirement established in Decision No. 72496.

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IT IS FURTHER ORDERED that the dishNET Wireline, L.L.C. performance bond be 1 2 returned to the following name and address provided by the Applicant: William P. Hunt 3 Director, Regulatory 4 dishNET Wireline, L.L.C. 9601 S. Meridian Blvd 5 Englewood, CO 80112 6 IT IS FURTHER ORDERED that this Decision shall become effective immediately. 7 8 BY THE ORDER OF THE ARIZONA CORPORATION COMMISSION 9 10 11 12 COMMISSIONER 13 14 IN WITNESS WHEREOF, I, JODI JERICH, Executive Director of the Arizona Corporation Commission, have 15 hereunto, set my hand and caused the official seal of this Commission to be affixed at the Capitol, in the City of 16 Phoenix, this 23rd day of \_ \_\_\_\_, 2014. 17 18 JODI JERICH 19 EXECUTIVE DIRECTOR 20 DISSENT: 21 DISSENT: \_ 22 SMO:LLM:sms\CHH 23 24 25 26 27

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1	SERVICE LIST FOR: dishNET Wireline, L.L.C. DOCKET NO. T-20752A-14-0067	
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3	Mr. Matt Bingham Lewis Roca Rothgerber LLP 201 East Washington Street, Suite 1200 Phoenix, Arizona 85004	
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6	William Hunt, III Director, Regulatory dishNET Wireline, L.L.C. 9601 South Meridian Blvd Englewood, Colorado 80112	
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9	Mr. Steven M. Olea Director, Utilities Division Arizona Corporation Commission 1200 West Washington Street Phoenix, Arizona 85007  Ms. Janice M. Alward Chief Counsel, Legal Division Arizona Corporation Commission 1200 West Washington Street Phoenix, Arizona 85007	
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